COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF MARTIN)	CASE NO. 90-402-T
GAS, INC.)	

ORDER

On September 30, 1991 in Case No. 90-402, the Commission approved certain adjusted rates for Martin Gas, Inc. ("Martin") and provided for their further adjustment when the wholesale cost of gas changes or a refund is received.

On December 13, 1996, Martin filed for approval to pass its increased wholesale gas cost from Columbia Gas of Kentucky, Inc. ("Columbia") to its customers effective December 1, 1996.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Martin's notice proposed revised rates designed to pass on to its customers Columbia's Intrastate Utility Service ("IUS") rate effective December 1, 1996.
- 2. The IUS rate of \$4.8316 per Mcf was approved effective December 1, 1996. This increase in supplier rates results in a 6.86 cents per Mcf increase for Martin.

Case No. 94-179-H, Notice of Purchased Gas Adjustment Filing of Columbia Gas of Kentucky, Inc., Order dated November 25, 1996.

3. The rate adjustment in the Appendix, attached hereto and incorporated herein, is fair, just, and reasonable, in the public interest, and should be approved effective on and after the date of this Order. Martin did not give the 30-day notice required to increase rates effective December 1, 1996.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix are fair, just, and reasonable and are approved effective for gas supplied on and after the date of this Order.
- 2. Within 30 days of the date of this Order, Martin shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 17th day of January, 1997.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-402-T DATED JANUARY 17, 1997

The following rates and charges are prescribed for the customers in the area served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1 Mcf Over 1 Mcf \$8.2227 Per Mcf 8.1059 Per Mcf

Minimum Bill

The minimum bill shall be

\$8.2227

The base rate for the future application of the purchased gas adjustment clause of Martin Gas, Inc. shall be:

Commodity

Columbia Gas of Kentucky, Inc. Southeastern Gas Company

\$4.8316 Per Mcf 0.140 Per Mcf